

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING  
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DIV. OF OIL, GAS & MINING

LARGE MINING OPERATIONS 2008 PROGRESS REPORT  
January 1, 2008 to December 31, 2008

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: M310002  
2. Mine Name: Koosharem  
3. Name of Operator/Permittee: Paradise Management Inc.

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention.

4. Mine Location: SW 1/4, SE 1/4, SE 1/4 Section 2, Township 27S, Range 2W  
SE 1/4, SE 1/4, SE 1/4 Section 2, Township 27S, Range 2W

5. Report the gross amount of ore mined and waste moved, and the disposition of the materials (onsite stockpiles, sold, waste pile, regraded, etc.):

Gross Ore Mined 25138.37 Tons, or        yd<sup>3</sup>

Waste Material Moved 2000 Tons, or        yd<sup>3</sup>

New Disturbance None Acres during 2008

Area Reclaimed None Acres during 2008

Total Disturbed Area 11.75 Acres\*

\*Total mine disturbance from the beginning of mining operations through the end of 2008.

Was the ore shipped off site? If not, where is the ore located? Yes  
ore was shipped off site

Where is the waste located? Onsite

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

None

7. Include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.

Reference map provided to DOGM and BLM on 09-29-08. No changes in disturbed or reclaimed areas.

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Don W. Fullmer

Title of Operator: President

Signature of Operator: Don W. Fullmer

Date: January 10, 2009